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15 October 1953

MEMORANDUM FOR: Chief of Administration, DD/P

SUBJECT :

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REFERENCE : Your memorandum of 21 Sept., addressed to the Auditor-in-Chief, [REDACTED]

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1. Referenced memorandum, which was forwarded through this office, was referred to the Assistant Auditor-in-Chief, who advises me that he has discussed this matter with the Deputy Comptroller and with the Auditor. The Auditor, but not the Auditor-in-Chief, was present at the Audit Committee meeting held on 23 October 1952, when arrangements for an audit of subject project were coordinated with interested Agency components, in accordance with CFR 9.4c(h).

2. Reply to your memorandum has been delayed pending receipt of the report from the Comptroller's Office mentioned in paragraph 8 of referenced memorandum. This report, a copy of which was sent to the Audit Office on 5 October, in the form of an interoffice memorandum dated 2 September from a member of TAS to the Deputy Comptroller, discusses in detail the book-keeping methods of subject project and the reorganization work done by [REDACTED] prior to and during the audit. The copy sent to Audit Office was accompanied by a note from the Deputy Comptroller suggesting a meeting with [REDACTED] of the Commercial Division to discuss the situation.

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3. As the Audit Office understands the facts they do not agree with the statements made in paragraph 5 of referenced memorandum nor with the implications of paragraph 6, and evidently a meeting is required. I am therefore requesting that the Comptroller call a meeting between representatives of DD/P and the Offices of the Comptroller and Auditor-in-Chief, and, if necessary, invite [REDACTED] to state his position on any unresolved questions. Since [REDACTED] is familiar with some aspects of the case I assume that he will be one of the individuals you will designate to attend.

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L. K. WHITEActing Deputy Director
(Administration)

AIC:SB:mp

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2 - DD/A Chrono & Sub: Projects - misc

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